

**SECURITY FEDERAL CORPORATION**

	CPP Disbursement Date 12/19/2008	RSSD (Holding Company) 1253773	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2010 \$ millions	2011 \$ millions	%chg from prev		
Assets		\$916			
Loans		\$460			
Construction & development		\$74			
Closed-end 1-4 family residential		\$136			
Home equity		\$31			
Credit card		\$2			
Other consumer		\$4			
Commercial & Industrial		\$12			
Commercial real estate		\$183			
Unused commitments		\$42			
Securitization outstanding principal		\$0			
Mortgage-backed securities (GSE and private issue)		\$272			
Asset-backed securities		\$0			
Other securities		\$126			
Cash & balances due		\$10			
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)		\$11			
Open-end HELOC originated for sale (quarter)		\$0			
Closed-end mortgage originations sold (quarter)		\$9			
Open-end HELOC originations sold (quarter)		\$0			
Liabilities		\$831			
Deposits		\$696			
Total other borrowings		\$130			
FHLB advances		\$121			
Equity					
Equity capital at quarter end		\$86			
Stock sales and transactions with parent holding company (cumulative through calendar year)		\$0	NA		
Performance Ratios					
Tier 1 leverage ratio		8.6%	--		
Tier 1 risk based capital ratio		16.8%	--		
Total risk based capital ratio		18.1%	--		
Return on equity <sup>1</sup>		2.6%	--		
Return on assets <sup>1</sup>		0.2%	--		
Net interest margin <sup>1</sup>		3.2%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}		71.2%	--		
Loss provision to net charge-offs (qtr)		198.9%	--		
Net charge-offs to average loans and leases <sup>1</sup>		0.9%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2010	2011	2010	2011	
Construction & development		5.5%		1.0%	--
Closed-end 1-4 family residential		6.4%		0.3%	--
Home equity		3.2%		0.0%	--
Credit card		0.0%		0.4%	--
Other consumer		0.1%		0.7%	--
Commercial & Industrial		0.2%		-0.4%	--
Commercial real estate		3.4%		0.0%	--
Total loans		4.4%		0.2%	--